

**BUSS & COMPANY, P.C.**

CERTIFIED PUBLIC ACCOUNTANTS

CLINTON TOWNSHIP, MICHIGAN

ECONOMIC DEVELOPMENT CORPORATION  
CHARTER TOWNSHIP OF CHESTERFIELD  
County of Macomb, Michigan  
ANNUAL FINANCIAL REPORT  
December 31, 2004

# Auditing Procedures Report

Issued under P.A. 2 of 1968, as amended.

ECONOMIC DEVELOPMENT CORPORATION OF

Local Government Type <input type="checkbox"/> City <input type="checkbox"/> Township <input type="checkbox"/> Village <input checked="" type="checkbox"/> Other			Local Government Name THE CHARTER TOWNSHIP OF CHESTERFIELD		County MACOMB
Audit Date 12/31/04		Opinion Date 6/30/05		Date Accountant Report Submitted to State: 08/08/05	

We have audited the financial statements of this local unit of government and rendered an opinion on financial statements prepared in accordance with the Statements of the Governmental Accounting Standards Board (GASB) and the *Uniform Reporting Format for Financial Statements for Counties and Local Units of Government in Michigan* by the Michigan Department of Treasury.

We affirm that:

1. We have complied with the *Bulletin for the Audits of Local Units of Government in Michigan* as revised.
2. We are certified public accountants registered to practice in Michigan.

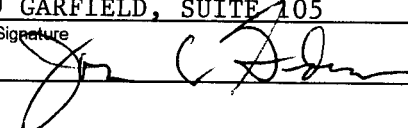
We further affirm the following. "Yes" responses have been disclosed in the financial statements, including the notes, or in the report of comments and recommendations

You must check the applicable box for each item below.

- ☐ Yes ☒ No 1. Certain component units/funds/agencies of the local unit are excluded from the financial statements.
- ☐ Yes ☒ No 2. There are accumulated deficits in one or more of this unit's unreserved fund balances/retained earnings (P.A. 275 of 1980).
- ☐ Yes ☒ No 3. There are instances of non-compliance with the Uniform Accounting and Budgeting Act (P.A. 2 of 1968, as amended).
- ☐ Yes ☒ No 4. The local unit has violated the conditions of either an order issued under the Municipal Finance Act or its requirements, or an order issued under the Emergency Municipal Loan Act.
- ☐ Yes ☒ No 5. The local unit holds deposits/investments which do not comply with statutory requirements. (P.A. 20 of 1943, as amended [MCL 129.91], or P.A. 55 of 1982, as amended [MCL 38.1132]).
- ☐ Yes ☒ No 6. The local unit has been delinquent in distributing tax revenues that were collected for another taxing unit.
- ☐ Yes ☒ No 7. The local unit has violated the Constitutional requirement (Article 9, Section 24) to fund current year earned pension benefits (normal costs) in the current year. If the plan is more than 100% funded and the overfunding credits are more than the normal cost requirement, no contributions are due (paid during the year).
- ☐ Yes ☒ No 8. The local unit uses credit cards and has not adopted an applicable policy as required by P.A. 266 of 1995 (MCL 129.241).
- ☐ Yes ☒ No 9. The local unit has not adopted an investment policy as required by P.A. 196 of 1997 (MCL 129.95).

**We have enclosed the following:**

	Enclosed	To Be Forwarded	Not Required
The letter of comments and recommendations.	X		
Reports on individual federal financial assistance programs (program audits).			X
Single Audit Reports (ASLGU).			X

Certified Public Accountant (Firm Name) BUSS & COMPANY, P.C.			
Street Address 42550 GARFIELD, SUITE 105		City CLINTON TWP.	State MI
Accountant Signature 		ZIP 48038	Date
JOHN E. GIDEON			

**BUSS & COMPANY, P.C.**

CERTIFIED PUBLIC ACCOUNTANTS  
CLINTON TOWNSHIP, MICHIGAN

**INDEPENDENT AUDITOR'S REPORT**

June 30, 2005

Board of Directors  
Economic Development Corporation  
Charter Township of Chesterfield  
County of Macomb, Michigan

Honorable Members:

We have audited the accompanying financial statements of the Economic Development Corporation of the Charter Township of Chesterfield, County of Macomb, Michigan as of December 31, 2004 and for the year then ended. These financial statements are the responsibility of the Economic Development Corporation's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

The Economic Development Corporation has not presented Management's Discussion and Analysis that the Governmental Standards Board has determined is necessary to supplement, although not required to be part of, the basic financial statements.

In our opinion, except for the effects, if any, of not providing Management's Discussion and Analysis, the financial statements present fairly, in all material respects, the financial position of the Economic Development Corporation of the Charter Township of Chesterfield, County of Macomb, Michigan, as of December 31, 2004, and the respective changes in financial position and cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Respectfully submitted,

BUSS & COMPANY, P.C.



Certified Public Accountants

db

ECONOMIC DEVELOPMENT CORPORATION  
CHARTER TOWNSHIP OF CHESTERFIELD  
County of Macomb, Michigan  
BALANCE SHEET/STATEMENT OF NET ASSETS  
December 31, 2004

	<u>TOTAL</u>	<u>ADJUSTMENTS</u>	<u>STATEMENT OF NET ASSETS</u>
<u>ASSETS:</u>			
Cash accounts - Checking and Certificate of Deposit	\$ <u>7,947</u>	\$ <u>-</u>	\$ <u>7,947</u>
Total Assets	\$ <u>7,947</u>	\$ <u>-</u>	\$ <u>7,947</u>
 <u>LIABILITIES</u>			
	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>
 <u>FUND BALANCE/NET ASSETS:</u>			
Fund balance	\$ <u>7,947</u>	(\$ <u>7,947</u> )	\$ <u>-</u>
Total Liabilities and Fund Balance	\$ <u>7,947</u>		
Total Net Assets		\$ <u>7,947</u>	\$ <u>7,947</u>

See accompanying notes to financial statements.

ECONOMIC DEVELOPMENT CORPORATION  
CHARTER TOWNSHIP OF CHESTERFIELD  
County of Macomb, Michigan  
STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE/STATEMENT OF ACTIVITIES  
For The Year Ended December 31, 2004

	<u>TOTAL</u>	<u>ADJUSTMENTS</u>	<u>STATEMENT OF ACTIVITIES</u>
<u>EXPENDITURES/EXPENSES:</u>			
Auditing	\$ 1,000	\$ -	\$ 1,000
Bank charges	120	-	120
Meeting fees	<u>550</u>	<u>-</u>	<u>550</u>
Total Expenditures/Expenses	<u>\$ 1,670</u>	<u>\$ -</u>	<u>\$ 1,670</u>
 PROGRAM REVENUES	 <u>\$ -</u>	 <u>\$ -</u>	 <u>\$ -</u>
 NET PROGRAM EXPENSE		 \$ -	 \$ 1,670
<u>GENERAL REVENUES:</u>			
Interest income	<u>\$ 256</u>	<u>-</u>	<u>256</u>
 EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	 (\$ 1,414)	 \$ 1,414	
 CHANGE IN NET ASSETS		 ( 1,414)	 (\$ 1,414)
<u>FUND BALANCE/NET ASSETS:</u>			
Beginning of year	<u>9,361</u>	<u>-</u>	<u>9,361</u>
 End of year	<u>\$ 7,947</u>	<u>\$ -</u>	<u>\$ 7,947</u>

See accompanying notes to financial statements.

ECONOMIC DEVELOPMENT CORPORATION  
CHARTER TOWNSHIP OF CHESTERFIELD  
County of Macomb, Michigan  
STATEMENT OF CASH FLOWS  
For The Year Ended December 31, 2004

CASH FLOWS FROM OPERATING ACTIVITIES:

Expenditures/Expenses	(\$ 1,670)
-----------------------	------------

CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES

-

CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES

-

CASH FLOWS FROM INVESTING ACTIVITIES:

Interest	<u>256</u>
----------	------------

NET DECREASE IN CASH	(\$ 1,414)
----------------------	------------

BALANCES - BEGINNING OF THE YEAR	<u>9,361</u>
----------------------------------	--------------

BALANCES - END OF THE YEAR	<u>\$ 7,947</u>
----------------------------	-----------------

See accompanying notes to financial statements.

**BUSS & COMPANY, P.C.**

CERTIFIED PUBLIC ACCOUNTANTS  
CLINTON TOWNSHIP, MICHIGAN

ECONOMIC DEVELOPMENT CORPORATION  
CHARTER TOWNSHIP OF CHESTERFIELD  
County of Macomb, Michigan  
NOTES TO FINANCIAL STATEMENTS  
December 31, 2004

NOTE 1 - PURPOSE AND ACCOUNTING POLICIES:

The corporation is organized pursuant to Act 338 of Public Acts of 1974, as amended, to perform essential public services and functions of the Township. These purposes include the prevention of unemployment, the assistance and retention of local industries and commercial enterprises and an encouragement for location and expansion of industries and enterprises within the Township boundaries. The accomplishment of the above process is aided primarily by the vehicle of limited revenue bonds, such bonds being authorized by Act 338. The corporation utilizes the accrual basis of accounting.

NOTE 2 - CURRENT PERIOD ACTIVITY AND PROJECT STATUS:

There were no applications received during the current period. Action on all prior applications has lapsed.

NOTE 3 - ASSETS AND LIABILITIES OF ECONOMIC DEVELOPMENT CORPORATION:

The recorded assets of the Economic Development Corporation include only the operations cash account. Issued bonds, project assets and the purchase-lease arrangement are not recorded in that these items took on an indirect nature upon completion of a simultaneous signing of the bond and purchase-lease agreements. The limited revenue bonds are neither a direct obligation of the Charter Township of Chesterfield or the Economic Development Corporation. Payment of these bonds can come only from the project revenues or project assets. The bondholder has a mortgage lien against the project assets and all bond and interest payments are made directly by the project user to the bondholder with neither the Township nor the Economic Development Corporation being recipient of same.

# BUSS & COMPANY, P.C.

Certified Public Accountants  
42550 Garfield, Suite 105  
Clinton Township, Michigan 48038

Telephone (586) 263-8200  
Facsimile (586) 263-8329

Gerald H. Dryer, C.P.A.  
Paul K. Burbach, C.P.A.  
John E. Gideon, C.P.A.  
Thomas J. Thomas, C.P.A.

MEMBERS  
The American Institute of  
Certified Public Accountants

The Michigan Association of  
Certified Public Accountants

June 30, 2005

Board of Trustees  
Economic Development Corporation  
Charter Township of Chesterfield  
County of Macomb, Michigan

Re: Comments and recommendations in  
conjunction with annual audit for  
the period ended December 31, 2004

Board Members:

We have audited the financial statements of the Economic Development Corporation of the Charter Township of Chesterfield for the period ended December 31, 2004. Included within the purview of the audit is the requirement under Public Act 2, P.A. of 1968, as amended, that we review current internal controls and procedures and report on the results of comments and recommendations of the prior year.

There are no current year recommendations.

Yours truly,

BUSS & COMPANY, P.C.



Certified Public Accountants

db